

Call for Fourth Quarter Experience – 2013

Due February 15, 2014

Instructions:

TDI collects data calls using PDF interactive fill-in forms created in Adobe Designer 7.0. We recommend that you have or install Adobe Acrobat Standard 7.0, Adobe Acrobat Professional 7.0, Adobe Reader 7.0, or a higher (more recent) version to successfully fill in the forms.

1. Each carrier must respond to this call.
2. Reported experience should be valued as of December 31, 2013.
3. If a company has no experience to report, please do **not** enter zeros (0) in the form fields. Instead, click the “NONE” boxes on both the summary page and the workers’ compensation deductible plans page, then follow the instructions on the top portion of the Summary page to submit your report.

Script Errors: These forms contain internal programming and calculations. Entering zeros will cause script errors. To correct this problem, click the “Clear Form” button to restart the form.

4. “Number of Direct Policies Written This Period” [column (1)] is defined as Texas new and renewal policies issued by the company acting as the primary carrier during the quarter. Adjust for cancellations only if the policy was issued and canceled in the same quarter. Do not adjust for policies assumed or ceded. Report policies on an annual basis. For example, report a 12-month policy as a 1.0 policy and a six-month policy as a 0.5 policy.

Use the **accounting date** to determine the calendar quarter when reporting policies.

For private passenger automobile policies that include both liability and physical damage coverage, report a policy for each.

For workers’ compensation policies, use an annual premium to determine the premium size category. For example, report a six-month policy with a premium of \$4,000 as a 0.5 policy in the \$5,000 - \$100,000 category.

For general liability policies that include both products and premises operations coverage, report a policy for each.

Commercial multiple peril experience should include fire and allied coverage, and casualty coverage.

Miscellaneous professional liability should exclude accountants, architects, beauticians and barbers, lawyers, medical laboratory personnel, psychologists, real estate agents, surveyors, and x-ray lab personnel.

5. "Total Premiums on Direct Policies Written This Period" [column (2)] are defined as total premiums on the policies reported in column (1). Do not include premiums from any transaction on a policy with an **accounting date** prior to October 1, 2013, or after December 31, 2013. Report total policy premium (estimate if necessary), even if initial premium collected was a deposit or fourth installment premium. On multi-state policies, report only the Texas portion of the premiums. Amounts reported in this column are not expected to balance with the *Texas Statutory Page 14* of the Annual Statement.
6. Complete "Total Direct Premiums Written This Period" [column (3)] and "Total Direct Losses Paid This Period" [column (4)] using the same methods and rules used to complete the *Texas Statutory Page 14* of the Annual Statement. This includes any premium transaction that occurred during the quarter (for example, cancellations, endorsements, or retro adjustments), and any direct losses paid during the quarter, regardless of when the policy was written or when the accident occurred.
7. Complete "Net Underwriting Profit or Loss This Period" [column (5)] based on Texas experience for each line of business subject to the data call. Calculate the underwriting profit or loss on a direct basis. Calculate underwriting profit or loss as the direct premiums earned, less direct losses incurred, less loss expenses incurred, less other underwriting expenses incurred, and less dividends paid to policyholders. The underwriting profit or loss should be for the calendar quarter of the report.
8. "Number of Rate Filings This Period" [column (6)] is the number of unique rate filings carriers submitted to TDI with effective dates during the reporting period. Complete a separate *Property and Casualty Rate Filing Exhibit* for each line of business of the report.
9. TDI will issue additional calls as experience for subsequent calendar quarters becomes available. Those calls will be due approximately 45 days after the end of the quarter.
10. After you submit the report by email, you will receive an email acknowledgement. Follow the instructions in the acknowledgement on how to submit your affidavit by email to julie.jones@tdi.texas.gov, or by fax at 512-463-6122.